COMMISSIONERS KRISTIN K. MAYES - Chairman GARY PIERCE PAUL NEWMAN SANDRA D. KENNEDY

BOB STUMP

CORPORATION OF THE PROPERTY OF

ARIZONA CORPORATION COMMISSION

Gary Pierce Commissioner

Direct Line (602) 542-3933 Fax: (602) 542-0765

August 11, 2009

Mike Rutherford, President Southeastern Arizona Contractors Association P.O. Box 1004 Sierra Vista, Arizona 85636

Tom Heckendorn, Executive Director Southeastern Arizona Contractors Association P.O. Box 1004 Sierra Vista, Arizona 85636

Re: Electric Power Line Extension Policy;

Docket No. E-01575A-08-0328

Dear Mr. Rutherford and Mr. Heckendorn:

Thank you for your August 6, 2009 letter to the Commission regarding APS's line extension policy. Given your expressed interest in line extension policy, I am writing to inform you that line extension changes are also being proposed by Sulphur Springs Valley Electric Cooperative's, Inc (SSVEC). In fact, the Commission is scheduled to decide SSVEC's rate case this Monday, August 17th at 10:00 AM at our offices in Tucson. In that case, SSVEC is asking the Commission for permission to remove its existing \$1750 credit for line extensions.

If you wish to comment on SSVEC's proposal in this regard, the Commission will hear public comment at 10 AM.

Sincerely,

Commissioner Gary Pierce

cc. Chairman Kristin Mayes

Commissioner Bob Stump

Commissioner Sandra Kennedy

Commissioner Paul Newman

Earnest Johnson

Rebecca Wilder

Steve Olea

Janice Alward

Lyn Farmer